BellSouth Telecommunications, Inc. Suite 2101

615 214-6301 Fax 615 214-7406

Guy M. Hicks General Counsel

333 Commerce Street

Nashville, Tennessee 37201-3300

May 18, 2000

EXECUTAL CE

VIA HAND DELIVERY

Mr. David Waddell, Executive Secretary Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, Tennessee 37245

> Filing of BellSouth Telecommunications, Inc. to Reduce Tariff Re: Grouping Rates in Rate Group 5 and to Implement a 3% Late Payment Charge Docket No. 00-00041

Dear Mr. Waddell:

During the May 15, 2000 Pre-Hearing Conference in this docket, the Pre-Hearing Officer instructed BellSouth and the Consumer Advocate to file briefs addressing the two issues the parties jointly submitted in this docket on March 22, 2000. The Pre-Hearing Officer also instructed the parties to file any sub-issues they intend to address in their briefs by today. In accordance with that instruction, BellSouth respectfully submits the following sub-issue:

Does any action the Public Service Commission may have taken with regard to costs associated with late payments during the 1993 rate case involving BellSouth (Earnings Investigation of South Central Bell Telephone Company, 1993-1995, TPSC Docket 92-13527) have any bearing on the application of T.C.A. §65-5-209 to BellSouth's proposed late payment charge?

Please do not hesitate to call me if you have any questions or comments.

ery truly yours,

Guy M. Hicks

GMH/jem

CERTIFICATE OF SERVICE

I hereby certify that on May 18, 2000, a copy of the foregoing document was served on the parties of record, via the method indicated:

[Hand	Gary Hotvedt, Esquire
[], Mail	Tennessee Regulatory Authority
[] Mail [/ Facsimile	460 James Robertson Parkway
[] Overnight	Nashville, Tennessee 37243-0500
[Y Hand	L. Vincent Williams, Esquire
[] Mail	Office of Tennessee Attorney Genera
[/ Facsimile	425 Fifth Avenue North
[] Overnight	Nashville, Tennessee 37243